

**UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE**

In re: W. R. Grace & Co., et al
Debtor

Case No. 01-01139 Jointly Administered
Reporting Period: December 2001

MONTHLY OPERATING REPORT

File with Court and submit copy to United States Trustee within 20 days after end of month

Submit copy of report to any official committee appointed in the case.

REQUIRED DOCUMENTS	Form No.	Document Attached	Explanation Attached
Schedule of Cash Receipts and Disbursements	MOR-1	X	
Bank Reconciliation (or copies of debtor's bank reconciliations)	MOR-1 (con't)	X	
Copies of bank statements		X	
Cash disbursements journals			Not available
Statement of Operations	MOR-2	X	
Balance Sheet	MOR-3	X	
Status of Postpetition Taxes	MOR-4	X	
Copies of IRS Form 6123 or payment receipt			Not available
Copies of Federal income tax returns filed during reporting period			None filed
Summary of Unpaid Postpetition Debts	MOR-4		See Note #4
Listing of aged accounts payable			See Note #4
Accounts Receivable Reconciliation and Aging	MOR-5	X	
Debtor Questionnaire	MOR-5	X	

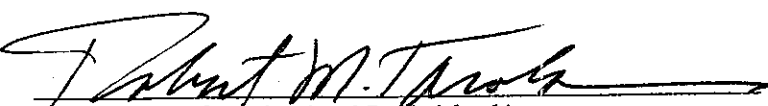
I declare under penalty of perjury (28 U.S.C. Section 1746) that this report and the documents attached are true and correct to the best of my knowledge and belief.

Signature of Debtor

Date

Signature of Joint Debtor

Date



Signature of Authorized Individual*

31 JANUARY 2002

Date

Robert M. Tarola

Printed Name of Authorized Individual

Senior Vice President and
Chief Financial Officer

Title of Authorized Individual

*Authorized individual must be an officer, director or shareholder if debtor is a corporation; a partner if debtor is a partnership; a manager or member if debtor is a limited liability company.

W. R. Grace & Co.
Monthly Financial Report
December 31, 2001

Table of Contents

Chart #

Form MOR

Monthly Operating Report

Schedule of Cash Receipts and Disbursements	1	MOR-1
Bank Reconciliations	2	MOR-1
Combining Statement of Operations - Filing Entities Only	3	MOR-2
Combining Balance Sheet - Filing Entities Only	4	MOR-3
Status of Postpetition Taxes	5	MOR-4
Accounts Receivable Reconciliation and Aging	6	MOR-5
Debtor Questionnaire	7	MOR-5

Combined Chapter 11 Filing Entity Statements

Combined Statement of Operations	8
Combined Functional Basis Statement of Cash Flows	9
Combined Balance Sheet	10
Notes to Combined Financial Statements	11

Bank Statements

Federal Income Tax Returns

None Filed

Forward-Looking Information

This monthly financial report contains forward-looking information that involves risks and uncertainties. For such information, Grace claims the protection of the safe harbor for forward-looking statements contained in the Private Securities Litigation Reform Act of 1995. Actual results could differ materially from the results predicted, and reported results should not be considered as a indication of future performance. Factors that could cause actual results to differ from those contained in the forward-looking information include those factors set forth in Grace's most recent Annual Report on Form 10-K and quarterly reports on Form 10-Q, which have been filed with the Securities Exchange Commission.

Statement of Confidentiality

The information contained in the monthly financial report contains confidential information of W. R. Grace & Co. and its subsidiaries (the "Confidential Information"). The Confidential Information has been prepared solely for information purposes and may not be disclosed to any person or entity or reproduced, disseminated or disclosed, in whole or in part, except to officers, directors, employees, and representatives of the recipient ("Representatives") or as required by applicable law or regulation. By receipt of the Confidential Information, each recipient agrees to (1) use the Confidential Information only to enhance its understanding of Grace and its businesses, and (2) inform its Representatives of the confidential nature of such information and direct them to treat such information in accordance with the terms. Each recipient agrees to be responsible for any breach of these provisions by any of its Representatives.

Monthly Operating Report

W. R. Grace & Co. - Conn

Schedule of Cash Receipts and Disbursements

MOR-1

December 2001

	JP Morgan Chase Disbursement 9101013572	Wachovia Lockbox 8618039102	First Union Deposit Acct 2199500021812	First Union Payroll 2079900003615	First Union Money Market 8025296271	First Union Depository 2000006910969	Merrill Lynch Investment 3325735
CASH BEGINNING OF MONTH	\$ 90,783	\$ 621,800	\$ 570,015	\$ (165,112)	\$ -	\$ 3,744	\$ 54,758,004
RECEIPTS					No Activity	No Activity	
ACCOUNTS RECEIVABLE - THIRD PARTIES							
ACCOUNTS RECEIVABLE - INTERCOMPANY							
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI							
DIP BORROWINGS							
TRANSFERS IN - THIRD PARTIES		381,020	3,517,584				207,299
TRANSFERS IN - NONFILING ENTITIES							
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	189,212			2,486,656			91,500,000
MISCELLANEOUS							
TOTAL RECEIPTS	189,212	381,020	3,517,584	2,486,656	-	-	91,707,299
DISBURSEMENTS							
PAYROLL				1,499,003			
PAYROLL TAXES				1,036,951			
TRADE PAYABLES - THIRD PARTIES							
TRADE PAYABLES - INTERCOMPANY							
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI							
DIP PRINCIPAL REPAYMENTS							
DIP INTEREST AND USAGE FEES							
TRANSFERS OUT - THIRD PARTIES	162,262						
TRANSFERS OUT - NONFILING ENTITIES							
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		354,321	2,025,282				115,100,000
MISCELLANEOUS							
TOTAL DISBURSEMENTS	162,262	354,321	2,025,282	2,535,954	-	-	115,100,000
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	26,950	26,700	1,492,302	(49,298)	-	-	(23,392,701)
CASH - END OF MONTH	117,733	648,500	2,062,317	(214,410)	-	3,744	31,365,303

Note #1

Various payments are made by W. R. Grace & Co. - Conn on behalf of other debtor entities. Such activity may include salary of employees, legal and professional fees, and other expenditures, and is generally recorded via intercompany accounts. In addition, certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

Chart 1

W. R. Grace & Co. - Conn

Schedule of Cash Receipts and Disbursements

MOR-1

December 2001

	JP Morgan Chase Holding 323223141	First Union Palestine Deposit 2090002554779	First Union SBA Deposit 2090003135045	JP Morgan Chase Concentration 16901257	Fleet Bank Payroll 44987004	Bank of America Payroll 3750245235	Bank of America Payroll 8188003115
CASH BEGINNING OF MONTH	\$ 710,977	\$ 62,972	\$ 165,421	\$ 1,296,701	\$ -	\$ -	\$ 8,154
RECEIPTS							
	No Activity				No Activity	No Activity	No Activity
ACCOUNTS RECEIVABLE - THIRD PARTIES							
ACCOUNTS RECEIVABLE - INTERCOMPANY							
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI							
DIP BORROWINGS							
TRANSFERS IN - THIRD PARTIES		68	275	1,245,024			
TRANSFERS IN - NONFILING ENTITIES				16,753,005			
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS				238,594,149			
MISCELLANEOUS							
TOTAL RECEIPTS	-	68	275	255,592,178	-	-	-
DISBURSEMENTS							
PAYROLL							
PAYROLL TAXES							
TRADE PAYABLES - THIRD PARTIES				1,117,981			
TRADE PAYABLES - INTERCOMPANY							
ACCOUNT SECURITIZATION							
PAYMENTS AS SERVICER FOR GRPI							
DIP PRINCIPAL REPAYMENTS				30,000,000			
DIP INTEREST AND USAGE FEES				275,577			
TRANSFERS OUT - THIRD PARTIES				4,861,067			
TRANSFERS OUT - NONFILING ENTITIES				10,773,039			
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS				210,397,148			
MISCELLANEOUS							
TOTAL DISBURSEMENTS	-	-	-	257,424,812	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	68	275	(832,634)	-	-	-
CASH - END OF MONTH	710,977	63,039	165,696	464,068	-	-	8,154

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Chart 1

W. R. Grace & Co. - Conn

Schedule of Cash Receipts and Disbursements

MOR-1

December 2001

	Bank of America Lockbox 81882031114	First Union Concentration 2000000282172	First Union Payroll 2079900016741	First Union Petty Cash 2079900005600	Civic Bank Payroll 15502015736	Fleet Bank Payroll 51217666	First Union Libby Medical 2079900065006
CASH BEGINNING OF MONTH	\$ 1,886,649	\$ 1,130,001	\$ (376,413)	\$ (4,352)	\$ 20,163	\$ 3,544	\$ 30,376
RECEIPTS							
					No Activity	No Activity	
ACCOUNTS RECEIVABLE - THIRD PARTIES	42,941,143						
ACCOUNTS RECEIVABLE - INTERCOMPANY	988,854						
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI							
DIP BORROWINGS							
TRANSFERS IN - THIRD PARTIES							
TRANSFERS IN - NONFILING ENTITIES							
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		66,853,103	5,647,801	8,412			
MISCELLANEOUS	5,580	1,489					
TOTAL RECEIPTS	43,935,578	66,854,592	5,647,801	8,412	-	-	-
DISBURSEMENTS							
PAYROLL			3,721,826				
PAYROLL TAXES			1,964,380				
TRADE PAYABLES - THIRD PARTIES							
TRADE PAYABLES - INTERCOMPANY							
ACCOUNT SECURITIZATION							
PAYMENTS AS SERVICER FOR GRPI							
DIP PRINCIPAL REPAYMENTS							
DIP INTEREST AND USAGE FEES							
TRANSFERS OUT - THIRD PARTIES	2,802,950	63,532		9,163			30,376
TRANSFERS OUT - NONFILING ENTITIES							
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	39,086,561	65,478,597					
MISCELLANEOUS							
TOTAL DISBURSEMENTS	41,889,511	65,542,129	5,686,205	9,163	-	-	-30,376
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	2,046,067	1,312,463	(38,404)	(751)	-	-	(30,376)
CASH - END OF MONTH	3,932,716	2,442,464	(414,818)	(5,102)	20,163	3,544	(0)

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Chart 1

W. R. Grace & Co. - Conn

Schedule of Cash Receipts and Disbursements

MOR-1

December 2001

	First Union Accts Payable 2079920005761	First Union Payroll 2079900067554	Wachovia Lockbox 1866-082535	First Union Accts payable 2079900005260	First Union Accts Payable 2079900005231	Allfirst Payroll 16298631	SunTrust Payroll 00000141309
CASH BEGINNING OF MONTH	\$ (4,673,804)	\$ (105,148)	\$ 1,598,800	\$ (2,819,682)	\$ (1,219,923)	\$ 195,000	\$ 45,000
RECEIPTS							
ACCOUNTS RECEIVABLE - THIRD PARTIES			30,484,838				No Activity
ACCOUNTS RECEIVABLE - INTERCOMPANY			1,475,794				
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI							
DIP BORROWINGS							
TRANSFERS IN - THIRD PARTIES			6,692,545				
TRANSFERS IN - NONFILING ENTITIES							
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	31,918,430	1,353,332		8,591,607	15,472,357	3,116,155	
MISCELLANEOUS							
TOTAL RECEIPTS	31,918,430	1,353,332	38,653,176	8,581,607	15,472,357	3,116,155	-
DISBURSEMENTS							
PAYROLL		875,105				1,923,088	
PAYROLL TAXES		416,048				1,220,661	
TRADE PAYABLES - THIRD PARTIES	31,072,109			8,283,115	14,988,171		
TRADE PAYABLES - INTERCOMPANY							
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI							
DIP PRINCIPAL REPAYMENTS							
DIP INTEREST AND USAGE FEES							
TRANSFERS OUT - THIRD PARTIES							
TRANSFERS OUT - NONFILING ENTITIES							
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS			38,816,837				
MISCELLANEOUS			870,000				
TOTAL DISBURSEMENTS	31,072,109	1,291,152	39,686,837	8,283,115	14,988,171	3,143,759	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	846,322	62,180	(1,033,661)	308,492	484,187	(27,604)	-
CASH - END OF MONTH	(3,827,482)	(42,968)	585,139	(2,511,190)	(735,736)	167,396	45,000

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Chart 1

W. R. Grace & Co. - Conn

Schedule of Cash Receipts and Disbursements

MOR-1

December 2001

	PNC 4002641360	Hibernia Natl Disbursement 101391210	Bank of America Payroll 0000 0002 2137	Allfirst Payroll 16298657	First Union Petty Cash 2040000016900	Banco de Credito Operating Acct 1931115122058	Banco de Credito Operating Acct 1931125963172
CASH BEGINNING OF MONTH	\$ 25,000	\$ 10,000	\$ 25,000	\$ 40,780	\$ 32,416	\$ 20,238	\$ 88,601
RECEIPTS							
	No Activity	No Activity	No Activity		No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES						835	44,166
ACCOUNTS RECEIVABLE - INTERCOMPANY							
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI							
DIP BORROWINGS							
TRANSFERS IN - THIRD PARTIES						41,830	
TRANSFERS IN - NONFILING ENTITIES							
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS				5,324,956			
MISCELLANEOUS				133,589			
TOTAL RECEIPTS	-	-	-	5,458,545	-	42,665	44,166
DISBURSEMENTS							
PAYROLL				3,487,031			
PAYROLL TAXES				1,837,925		6,757	
TRADE PAYABLES - THIRD PARTIES							
TRADE PAYABLES - INTERCOMPANY							
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI							
DIP PRINCIPAL REPAYMENTS							
DIP INTEREST AND USAGE FEES							
TRANSFERS OUT - THIRD PARTIES						39,393	42,478
TRANSFERS OUT - NONFILING ENTITIES							
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS							
MISCELLANEOUS						9,266	36,262
TOTAL DISBURSEMENTS	-	-	-	5,324,956	-	55,416	78,740
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-	133,589	-	(12,751)	(34,574)
CASH - END OF MONTH	25,000	10,000	25,000	174,349	32,416	7,487	54,027

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Chart 1

W. R. Grace & Co. - Conn

Schedule of Cash Receipts and Disbursements

MOR-1

December 2001

	Banco de Credito Time Deposit	Bank of Boston Operating Acct .0154519	Bank of Boston Operating Acct .0154424	Cash in Transit	Cash on Hand	Other
CASH BEGINNING OF MONTH	\$ -	\$ 235	\$ 629,974	\$ 184	\$ 48,025	\$ 307,405
RECEIPTS						
ACCOUNTS RECEIVABLE - THIRD PARTIES		30,679	307,110			
ACCOUNTS RECEIVABLE - INTERCOMPANY						
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI						
DIP BORROWINGS						
TRANSFERS IN - THIRD PARTIES		55,727				
TRANSFERS IN - NONFILING ENTITIES						
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS						
MISCELLANEOUS						62,017
TOTAL RECEIPTS	-	86,406	307,110	-	-	62,017
DISBURSEMENTS						
PAYROLL		8,926				
PAYROLL TAXES		70,878				
TRADE PAYABLES - THIRD PARTIES			248,899			
TRADE PAYABLES - INTERCOMPANY						
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI						
DIP PRINCIPAL REPAYMENTS						
DIP INTEREST AND USAGE FEES						
TRANSFERS OUT - THIRD PARTIES		5,114	56,000			
TRANSFERS OUT - NONFILING ENTITIES						
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS						
MISCELLANEOUS		1,226	12,080			
TOTAL DISBURSEMENTS	-	86,145	316,979	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	261	(9,869)	-	-	62,017
CASH - END OF MONTH	-	496	620,105	184	48,025	369,422

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W. R. Grace & Co. - Conn
Schedule of Cash Receipts and Disbursements
MOR-1
December 2001

	CURRENT MONTH	
	ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 55,061,506	
RECEIPTS		
ACCOUNTS RECEIVABLE - THIRD PARTIES	73,808,770	
ACCOUNTS RECEIVABLE - INTERCOMPANY	2,464,648	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI	-	
DIP BORROWINGS	-	
TRANSFERS IN - THIRD PARTIES	12,141,372	
TRANSFERS IN - NONFILING ENTITIES	16,753,005	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	471,056,172	
MISCELLANEOUS	202,675	
TOTAL RECEIPTS	576,426,644	-
DISBURSEMENTS		
PAYROLL	11,514,988	
PAYROLL TAXES	6,553,600	
TRADE PAYABLES - THIRD PARTIES	55,710,274	
TRADE PAYABLES - INTERCOMPANY	-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI	-	
DIP PRINCIPAL REPAYMENTS	30,000,000	
DIP INTEREST AND USAGE FEES	275,577	
TRANSFERS OUT - THIRD PARTIES	8,072,337	
TRANSFERS OUT - NONFILING ENTITIES	10,773,039	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	471,258,745	
MISCELLANEOUS	928,834	
TOTAL DISBURSEMENTS	595,087,394	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	(18,660,750)	-
CASH - END OF MONTH	36,400,757	\$ -

Note #1

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W.R. Grace & Co. Schedule of Cash Receipts and Disbursements MOR-1 December 2001			
	JP Morgan Chase Pass Through 323881963	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ -	
RECEIPTS			
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	43,462,426	43,462,426	
TOTAL RECEIPTS	43,462,426	43,462,426	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	43,482,675	43,482,675	
MISCELLANEOUS	(20,249)	(20,249)	
TOTAL DISBURSEMENTS	43,462,426	43,462,426	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

Remedium Group, Inc.

Schedule of Cash Receipts and Disbursements

MOR-1

December 2001

	JP Morgan Chase Depository/Wire 323883842	JP Morgan Chase Disbursement 601831985	Other	CURRENT MONTH	
				ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ (22,006)	\$ 38,958	\$ 25,343	\$ 42,295	
RECEIPTS					
ACCOUNTS RECEIVABLE - THIRD PARTIES				-	
ACCOUNTS RECEIVABLE - INTERCOMPANY				-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI				-	
DIP BORROWINGS				-	
TRANSFERS IN - THIRD PARTIES	70,710			70,710	
TRANSFERS IN - NONFILING ENTITIES				-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		271,527		271,527	
TOTAL RECEIPTS	70,710	271,527	-	342,237	-
DISBURSEMENTS					
PAYROLL				-	
PAYROLL TAXES				-	
TRADE PAYABLES - THIRD PARTIES		355,735		355,735	
TRADE PAYABLES - INTERCOMPANY				-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI				-	
DIP PRINCIPAL REPAYMENTS				-	
DIP INTEREST AND USAGE FEES				-	
TRANSFERS OUT - THIRD PARTIES				-	
TRANSFERS OUT - NONFILING ENTITIES				-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	48,705			48,705	
MISCELLANEOUS			1,041	1,041	
TOTAL DISBURSEMENTS	48,705	355,735	1,041	405,480	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	22,005	(84,208)	(1,041)	(63,244)	-
CASH - END OF MONTH	(0)	(45,250)	24,302	(20,948)	-

Darex Puerto Rico, Inc.

Schedule of Cash Receipts and Disbursements

MOR-1

December 2001

	Citibank Operating Acct 300153011	Petty Cash	Other	CURRENT MONTH	
				ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 3,263,302	\$ 1,500	\$ (51,673)	\$ 3,213,129	
RECEIPTS					
		No Activity	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES	418,402			418,402	
ACCOUNTS RECEIVABLE - INTERCOMPANY				-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI				-	
DIP BORROWINGS				-	
TRANSFERS IN - THIRD PARTIES				-	
TRANSFERS IN - NONFILING ENTITIES				-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS				-	
TOTAL RECEIPTS	418,402	-	-	418,402	-
DISBURSEMENTS					
PAYROLL	466,528			466,528	
PAYROLL TAXES	13,290			13,290	
TRADE PAYABLES - THIRD PARTIES				-	
TRADE PAYABLES - INTERCOMPANY				-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI				-	
DIP PRINCIPAL REPAYMENTS				-	
DIP INTEREST AND USAGE FEES				-	
TRANSFERS OUT - THIRD PARTIES				-	
TRANSFERS OUT - NONFILING ENTITIES				-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS				-	
MISCELLANEOUS				-	
TOTAL DISBURSEMENTS	479,818	-	-	479,818	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	(61,416)	-	-	(61,416)	-
CASH - END OF MONTH	3,201,886	1,500	(51,673)	3,151,713	-

Chart 1

CC Partners Schedule of Cash Receipts and Disbursements MOR-1 December 2001			
	First Union Deposit Acct 2199500031802	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ (1,599,153)	\$ (1,599,153)	
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ (1,599,153)	\$ (1,599,153)	\$ -

Kootenai Development Company			
Schedule of Cash Receipts and Disbursements			
MOR-1			
December 2001			
	First National Bank of Montana 1049097	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 36,936	\$ 36,936	
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ 36,936	\$ 36,936	\$ -

Dewey & Almy, LLC

Schedule of Cash Receipts and Disbursements

MOR-1

December 2001

	Miscellaneous	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 1,000	\$ 1,000	
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION		-	
PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ 1,000	\$ 1,000	-

Chart 1

Grace Europe, Inc.

Schedule of Cash Receipts and Disbursements

MOR-1

December 2001

	Barclays Bank PLC	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ -	
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

Gloucester New Communities Company, Inc.
Schedule of Cash Receipts and Disbursements
MOR-1
December 2001

	Cash On Hand	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 500	\$ 500	
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ 500	\$ 500	-

Chart 2

W. R. Grace & Co. - Conn
Bank Reconciliations
November 2001
MOR-1

	JP Morgan Chase Disbursement 9101013572		Wachovia Lookbox 8619039102		First Union Deposit Acct 2199500021812		First Union Payroll 2079900003615		First Union Money Market 8025296271	
Balance per books	\$ 90,783		\$ 621,800		\$ 570,015		\$ (165,112)		\$ -	
Bank Balance	\$ 78,834		\$ 621,800		\$ 568,253		\$ -			
(+) Deposits in transit										
(-) Outstanding checks							(51,067)			
Other	11,949				1,762		(114,045)			
Adjusted bank balance	\$ 90,783		\$ 621,800		\$ 570,015		\$ (165,112)		\$ -	
Deposits in Transit	Date	Amt	Date	Amt	Date	Amt	Date	Amt	Date	Amt
Outstanding Checks	Ck. #	Amt	Ck. #	Amt	Ck. #	Amt	Ck. #	Amt	Ck. #	Amt
							101521	(6,113)		
							13480	(3,750)		
							4642	(77)		
							4870	(1,792)		
							4888	(812)		
							14085	(14,273)		
							5297	(1,125)		
							5307	(2,586)		
							5308	(1,883)		
							5356	(2,763)		
							5383	(6,617)		
							101	(92)		
							5708	(2,049)		
							5718	(2,049)		
							5719	(917)		
							5720	(3,780)		
							5725	(387)		
Other										
Transfers between bank accounts										
Accounting error										
Interest not recorded on books										
Bank fees not recorded on books										
Payroll tax payments not recorded						1,762				
Unreconciled bank activity								(3,394)		
Unreconciled ledger activity		11,949						(68,818)		
Returned item adjustment								(41,833)		
Payroll/other activity in transit										
Petty cash funds										
Unrecorded deposit										

[illegible]